

DAILY MARKETS OVERVIEW

3 DECEMBER 2018

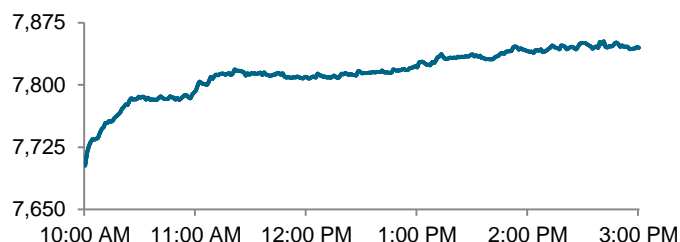
السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,845	1.8	1.8	8.6	16.9
Saudi (NOMU)	2,402	1.0	1.0	-23.5	8.0
Energy	5,061	3.3	3.3	18.2	19.2
Materials	5,458	2.1	2.1	8.0	16.9
Capital Goods	4,020	1.4	1.4	-7.4	22.5
Com. & Prof. Svc	4,348	1.5	1.5	3.4	18.5
Transportation	3,626	1.1	1.1	-9.6	21.4
Cons. Durables & Apparel	3,686	0.7	0.7	-11.0	NA
Consumer Services	3,050	1.4	1.4	-17.2	NA
Media	11,130	0.6	0.6	43.9	NA
Retailing	6,967	1.5	1.5	23.7	32.6
Food & Staples Retailing	5,855	0.9	0.9	4.4	23.5
Food & Beverages	3,931	0.6	0.6	-19.7	NA
Health Care Equipment	3,754	1.6	1.6	-15.5	19.6
Pharma, Biotech & Life Science	3,872	0.0	0.0	-2.5	27.0
Banks	7,076	2.0	2.0	28.6	12.7
Diversified Financials	3,368	0.7	0.7	-16.4	NA
Insurance	4,060	2.6	2.6	-14.1	NA
Telecommunication	5,047	1.5	1.5	18.7	16.5
Utilities	3,345	1.4	1.4	-26.7	NA
REITs	3,651	1.4	1.4	-21.2	NA
Real Estate	3,301	1.2	1.2	-29.7	23.9

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
SWICORP WABEL REIT FUND	9.47	10.0%	0.3
MEFIC REIT Fund	8.75	9.0%	1.0
Trade Union Cooperative Insurance Co.	26.20	8.0%	51.6
Saudi Company for Hardware	104.80	7.3%	33.7
Alinma Bank	22.08	6.0%	348.9

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Leejam Sports Co.	9-Dec-18
Najran Cement Co.	10-Dec-18
Banque Saudi Fransi	11-Dec-18
Saudi Public Transport Co.	12-Dec-18
Saudi Enaya Cooperative Insurance Co.	12-Dec-18
National Agricultural Marketing Co.	16-Dec-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 3, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI ended 1.8% higher at 7,845 while NOMU closed 1.0% higher at 2,402 on Sunday. TASI traded value totaled SAR 3.2bn and averaged SAR 2.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 33% of the daily traded value.
- Banks and Materials closed 2.0% and 2.1% higher, respectively. Telecom ended 1.5% higher. Energy (up 3.3%) was the best performer. Among stocks, SWICORP WABEL REIT FUND (4345/SWICORP AB), MEFIC REIT Fund (4346/MEFIREI AB), and Trade Union Cooperative Insurance Co. (8170/TRDUNION AB) led the gainers.
- The Minister of Finance revealed that KSA's budget for next year will be expansionary, and the figures will not be much different from the preliminary statement issued in August. (Source: Argam)
- The Saudi Arabian Monetary Authority (SAMA) stated that the aggregated net profit of banks operating in KSA rose 2.7% Y/Y to SAR 4.2bn (USD 1.1bn) in October from SAR 4.1bn (USD 1.1bn) a year earlier. (Source: Argam)
- The Center for International Communication stated that KSA joined the G20 Troika, a three-member country committee chaired by Japan, the current presidency; Argentina, the previous presidency; and KSA, the future presidency, in 2020. (Source: Argam)
- Dammam-based King Abdulaziz Port achieved an increase in total goods handled in 3Q18 by 8.0mn tonnes, up 4.9% Y/Y, compared to 7.6mn tonnes during the same period in 2017. (Source: Argam)
- Middle East Specialized Cables Co. (2370/MESC AB) inked a debt rescheduling agreement with a consortium of banks. Under the agreement, the credit facility tenure will be extended until April 30, 2019, instead of October 31, 2018. (Source: Argam)
- National Company for Learning and Education's (4291/NCLE AB) BoD recommended a cash dividend of SAR 0.4 per share for FY18, implying a full-year yield of 2.0%. (Source: Argam)
- Alinma Bank's (1150/ALINMA AB) BoD recommended a cash dividend of SAR 1.0 per share for FY18, implying a full-year yield of 4.8%. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Al Hammadi Co for Development & Investment	24.60	-2.8%	53.6
National Company for Learning and Education	19.36	-1.7%	29.0
Ash-Sharqiyah Development Co.	51.00	-1.0%	33.5
Saudi Arabia Fertilizers Co.	79.30	-0.6%	23.8
Saudi Paper Manufacturing Co.	12.38	-0.5%	10.4

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	22.08	6.0%	349
Saudi Basic Industries Corp.	120.00	2.2%	295
Al Rajhi Bank	87.70	2.5%	237
Saudi Industrial Export Co.	87.60	0.8%	106
Dar Alarkan Real Estate Development Co.	8.86	1.3%	94

Source: Tadawul

DAILY MARKETS OVERVIEW

3 DECEMBER 2018

السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,669	0.0	0.0	-20.8	9.0
Abu Dhabi (ADX)	4,770	0.0	0.0	8.4	12.9
Kuwait (KSE)	5,181	0.1	0.1	1.1	18.3
Qatar (QE)	10,317	-0.5	-0.5	21.0	15.3
Oman (MSM)	4,418	0.1	0.1	-13.4	10.4
Bahrain (BSE)	1,332	0.2	0.2	0.0	9.0
DJMENA Index	557	0.7	0.7	5.8	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,760	0.8	4.8	3.2	18.1
US (NASDAQ 100)	7,331	0.8	5.6	6.2	20.2
UK (FTSE 100)	6,980	-0.8	0.4	-9.2	15.9
Germany (DAX)	11,257	-0.4	0.6	-12.9	12.4
France (CAC 40)	5,004	0.0	1.2	-5.8	15.4
Russia (MICEX)	2,393	-0.3	2.1	13.4	6.2
Japan (Nikkei)	22,351	0.4	3.3	-1.8	15.3
Hong Kong (HSI)	26,507	0.2	2.2	-11.4	10.1
South Korea (KOSPI)	2,097	-0.8	1.9	-15.0	10.1
China (SHCOMP)	2,588	0.8	0.3	-21.7	12.1
India (NIFTY)	10,877	0.2	3.3	3.3	22.0
Brazil (IBOV)	89,504	-0.2	3.8	17.1	NA
Turkey (BIST 100)	95,416	0.3	2.6	-17.3	6.8
Egypt (EGX30)	13,320	0.0	-2.6	-11.3	12.5
MSCI Emerging Markets	995	-0.3	2.6	-14.1	11.8
MSCI World	2,041	0.3	3.4	-3.0	16.8

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	58.7	-1.3	-0.2	-12.2	-7.6
Natural Gas (\$/mmbtu)	4.6	-0.7	7.1	64.3	43.4
Gold (\$/oz)	1,223	-0.1	-0.1	-6.4	-4.1
Silver (\$/oz)	14.2	-0.9	-0.7	-16.9	-13.7
Platinum (\$/oz)	799	-2.5	-5.3	-14.2	-15.2
Copper (\$/t)	6,227	-0.3	-0.2	-13.6	-7.5
Zinc (\$/t)	2,655	3.4	1.6	-20.4	-16.4
Lead (\$/mt)	1,957	1.2	1.1	-21.6	-20.9
Wheat (\$/bu)	516	1.6	1.7	10.7	2.3
Corn (\$/bu)	378	1.2	2.0	-1.6	-4.7
Sugar (\$/lb)	12.8	-0.2	3.0	-15.6	-18.1

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.74	0.00	1.04	0.00
Saudi Arabia	2.84	0.00	0.94	0.10
UAE	2.67	0.00	0.87	-0.07
Kuwait	2.13	0.00	0.25	-0.61
Qatar	2.84	0.02	0.19	0.10
Bahrain	3.75	0.00	1.03	1.01

Source: Reuters

NOTES: (1) Prices updated as of December 3, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading in the green on Monday. China is up 2.9%. Japan and South Korea are trading 1.4% and 1.6% higher, respectively. Hong Kong is up 2.7% while India is trading 0.3% higher in the morning session.
- GCC markets ended mixed on Sunday. Dubai and Abu Dhabi were closed for trading. Kuwait increased 0.1%, while Qatar closed 0.5% lower. Oman and Bahrain ended 0.1% and 0.2% higher, respectively.
- S&P Global Ratings (S&P) affirmed its "AA/A-1+" long- and short-term foreign and local currency sovereign credit ratings with a stable outlook, on Abu Dhabi. (Source: GulfBase)
- Japan's Energy and Natural Resource stated that the country imported 23.58 million barrels of crude oil in October 2018 from the UAE. This accounts for 24.6% of Japan's total crude imports. (Source: Zawya)
- Oman's National Center for Statistics and Information revealed that remittances in Oman have dropped this year, as numbers of expats in the country continue to decline. The agency reported a 2.8% drop in the number of Indian expats, 4.4% in Bangladeshi expats, 6.9% in Pakistani workers, and 8.4% in Tanzanian workers. (Source: Trade Arabia)
- Bahrain's Real Estate Regulatory Authority (RERA) recently hosted a workshop to discuss the key measures that will be introduced over the coming months to regulate the real estate evaluator profession in the country. (Source: Trade Arabia)
- Abu Dhabi has ordered the distribution of housing loans and residential lands worth more than AED 18.3bn (USD 5.0bn) to 12,475 beneficiaries. (Source: Trade Arabia)
- Bahrain Petroleum Company (Bapco) appointed Innovate Tax as its preferred partner to provide automated VAT determination services, as the government edges closer toward the January launch of the new VAT regime. (Source: Trade Arabia)
- Abu Dhabi's Aldar Properties (ALDAR UH) announced that it has completed all the work related to its ambitious central park on Reem Island in the UAE capital. The park, which has been built at an investment of AED 250mn (USD 68.1mn), will be inaugurated in December. (Source: Trade Arabia)
- Diyar Al Muharra, an urban developer in Bahrain, has opened four types of show villas at its Al Naseem development, a freehold waterfront residential community spread over a 328,000-sq-m area, located on the northern shores of Muharra. (Source: Trade Arabia)

Coming Up

- UK's Manufacturing PMI for November 2018 (prior: 51.1) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended November 30 (prior: 3.6mn barrels) will be announced on December 5. (Source: Econoday)
- US jobless claims for the week ended December 1 (prior: 234K; consensus: 225K) will be announced on December 6. (Source: Econoday)



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

Licensed by the Capital Market Authority to conduct all securities business activities. license Number 11153-37

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not held responsible that the information in this report is complete or free from any error.

This report is not considered to be construed as, an offer or solicitation of an offer to buy or to sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor due to the investment in such kind of securities may not be suitable for all.